

1342
OC 9846

15 FEB 1961

ENG M61- 690

14 FEB 1961

Director of Logistics

Director of Communications

Additional Funds - Contract 602, Task Order 1

Please Return To
Engineering Staff

1. This Office engaged the services of the [redacted] Corporation under the subject contract for the design and fabrication of three magnetic tape recorders. These equipments, Agency designated as the CB-12, CB-13, and CB-14 were referenced in the task order as Portable Tape Recorder/Reproducer No. 1, No. 2, No. 3 respectively. All equipments have been delivered and the Task Order is in the process of settlement.

25X1

2. We have been advised by informal memorandum from your West Coast procurement facility, [redacted] that the final audit of costs exceeds the funding originally provided. Attached hereto is a copy of the memorandum, the contractor's request, and Requisition No. MSB 61-170 which indicates that the allotment against which these costs may be charged is 9-7900-50-600. Additional funds in the amount of \$6,054.06 have been encumbered for this project. The cognizant project engineer is [redacted]

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Attachments:

- 1) Contractor's letter dated 30 Nov. 60
with memorandum
- 2) Requisition No. MSB 61-170 ✓

Distribution:

Original + 1 - Addressee w/attach.
61-4/ R+D Subject File w/o attach.
[redacted] w/o attach.
OC-A w/o attach.
OC-SP w/o attach.
MSB w/o attach.
OC-E Chrono w/o attach.
EP Chrono w/o attach.

Coordination:

WJ
E+D

OC-E

25X1

OC-A

OC-SP

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OC-P

DD/CO

33B
OC-E/R+D-EP/RID:maf (9 Feb. 61)

25X1

File
602,
TO.

[REDACTED]
SECRET

12/14/60

TO: *Ref 7.*
for OC-E/R&D (Bob D. [REDACTED])

SUBJECT: *Haril Cont 602, TO #1*

Attached is a copy of letter from the Contractor dated 11/30/60, with respect to overrun on subject TO, for technical review, comment and requisition citing additional funds if in order.

Although this letter indicates an overrun of \$6,838.30 the actual additional funding required is \$6,054.06. This is the result of a reduction by negotiation based on final audit.

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November 30, 1960

[Redacted]

25X1

**Ref: Contract No. 602
Task Order No. 1**

Dear [Redacted]

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It is requested that an increase in funds be granted under the subject contract in the amount of \$6,838.30 resulting from additional costs incurred under the contract and adjustment in overhead and G&A rates for the years ended 11/30/59 and 11/30/59.

The requested increase of \$6,838.30 is comprised of \$3,925.38 representing adjustments in the overhead and G&A rates for the aforementioned years. The balance of \$2,912.92 represents additional costs incurred under the contract.

Cordially yours,

[Redacted]

25X1

[Redacted]

President

25X1

SECRET